STATE OF NORTH DAKOTA COUNTY OF BURLEIGH

BEFORE THE SECURITIES COMMISSIONER

In the Matter of Gurpal S. Shokar;)	ORDER FOR CIVIL PENALTY,	
•)	AND NOTICE OF RIGHT TO	
Respondent)	REQUEST A HEARING	

THE SECURITIES COMMISSIONER OF THE STATE OF NORTH DAKOTA TO GURPAL S. SHOKAR:

On August 28, 2001, the North Dakota Securities Commissioner issued a Cease and Desist Order against several persons, including the Respondent. The Cease and Desist Order alleged that:

- 1. The Respondents have offered for sale and/or sold investment(s) in Alberta DiamondFields, Inc. to residents of North Dakota. The subject investment(s) are securities as defined in section 10-04-02(15) N.D.C.C.
- 2. None of the subject securities were registered as securities, nor were these securities exempt securities or sold through exempt transactions. As such, each offer or sale was made in violation of section 10-04-04 N.D.C.C.
- 3. None of the respondents were registered as a dealer or an agent. As such, each offer or sale was made in violation of section 10-04-10 N.D.C.C.
- 4. The Respondents engaged in "boiler-room" tactics during the solicitation of these investments, and the Respondents engaged in a scheme or artifice to defraud investors through this investment scheme. These activities were done in violation of section 10-04-15 N.D.C.C.

The Respondent received a copy of the Cease and Desist Order on December 9, 2001. The Respondent did not request a hearing or otherwise respond to the Cease

and Desist Order. The Respondent had been provided notice in the Cease and Desist Order that the violations described above were sufficient grounds for assessing civil penalties.

NOW, THEREFORE, IT IS ORDERED, that the Respondent, Gurpal S. Shokar, is assessed a civil penalty of \$10,000 for his involvement in the violations set forth above. Payment of that civil penalty is due immediately and should be sent to the Office of the Securities Commissioner.

NOTICE OF RIGHT TO REQUEST HEARING

YOU ARE NOTIFIED that pursuant to N.D.C.C. §10-04-16 you may request a hearing before the Securities Commissioner if such a request is made in writing <u>WITHIN</u>

TEN (10) DAYS AFTER THE RECEIPT OF THIS ORDER. The Respondents have the right to be represented by legal counsel at the hearing.

IN TESTIMONY WHEREOF, witness my hand and seal this 5 day of February, 2002.

OF NORTH OF SECURITY OF SECURI

Karen J. Tyler, Securities Commissioner
Office of the Securities Commissioner

600 East Boulevard Ave. State Capitol – Fifth Floor Bismarck, ND 58505-0510

(701) 328-2910

STATE OF NORTH DAKOTA

BEFORE THE

COUNTY OF BURLEIGH

SECURITIES COMMISSIONER

In the Matter of Gurpal S. Shokar;) AFFIDAVIT OF SERVICE BY MAIL Respondent)
I, Jacqui Ferderer, being first duly sworn, state that I am a citizen of the United States over the age of twenty-one years and not a party to or interested in the above-entitled proceeding.
On, February, 2002, I deposited in the Central Mailing Bureau of the United States Post Office Department in the State Capitol in Bismarck, North Dakota, true and correct copies of the following document:
ORDER FOR CIVIL PENALTY, AND NOTICE OF RIGHT TO REQUEST A HEARING
A copy of the above document was securely enclosed in an envelope with postage prepaid, sent via Registered mail, and addressed to the following:
Gurpal S. Shokar 2370 Boucherie Road Kelowna, BC V1Z 2E6
To the best of my knowledge, information, and belief, the address given above is the last known address of the party intended to be served.
Jacqui Ferderer Jacqui Ferderer
Subscribed and sworn to before me on February